MEMO ENDORSED IT IS ORDERED that counsel to whom this Memo Endorsement is sent is responsible for faxing or

otherwise delivering promptly a copy to all counsel and unrepresented parties and filing a certificate of



100 Park Avenue, Suite 1500 New York, NY 10017 Tel 212.878.7900 Fax 212.692.0940 www.foxrothschild.com John Wait Direct Dial: (212) 878-7907

Email Address: jwait@foxrothschild.com

October 1, 2007

VIA FACSMILE TRANSMISSION: (212)-805-0426

The Honorable Laura Taylor Swain United States District Court 40 Foley Square New York, NY 10007

such service within 5 days from the date hereof. Do ot fax such certification to Chambers. USDC SDNY DOCUMENT ELECTRONICAL DE FILED

DATE FILLS OCT 0 1

Ario v. Constitution State Services; Case No. 07-cv-7454 (LTS) Re:

Dear Judge Swain:

On September 4, 2007, the Court entered an Order requiring plaintiff, Joel S. Ario, as statutory Liquidator for Reliance Insurance Company (In Liquidation), to file a Supplement to the Complaint containing allegations sufficient to demonstrate a basis for subject matter jurisdiction over defendant, Constitution States Services, LLC ("Constitution"). A copy of the September 4, 2007 Order is enclosed for your reference.

Regrettably our Firm did not receive a copy of the September 4, 2007 Order and we only learned of the Order on October 1, 2007, during a routine docket search. (We are investigating why we did not receive notice through the ECF system).

We respectfully request that the Court permit plaintiff to file a Supplement to the Complaint within ten days (i.e. by October 11, 2007) to address the jurisdictional issue. We have spoken with Wilbur Kipnes, one of the attorneys at Schnader Harrison who will be representing Constitution in this case. Mr. Kipnes has confirmed that Constitution does not object to our request for an extension of the deadline to file the Supplement. The request is granted counsel are directed to regista for the ECF system.

Thank you for your consideration of this request.

John A. Wait

Enclosure

cc:

SO ORDERED.

YLOR SWAIN LAURA T UNITED STATES DISTRICT JUDGE

Wilbur Kipnes (w/enc. via email: wkipnes@schnader.com and facsimile: (215) 751-2205).

Chambers of Judge Swain

NY1 54130v1 10/01/07

A Pronsylvania Limited Liability Parimership

California

Delaware

Florida

Nevada

New Jersey

New York

Pennsylvania

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

JOEL S. ARIO, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania, as statutory Liquidator of RELIANCE INSURANCE COMPANY (IN LIQUIDATION),

Plaintiff,

-V-

USDC SDNY
DOCUMENT
ELECTRONICALLY FILED
DOC #:
DATE FILED: SEP 0 4 2007

No. 07 Civ. 7454 (LTS)(THK)

CONSTITUTION STATE SERVICES, LLC f/k/2 CONSTITUTION STATE SERVICE COMPANY,

Detendant.			
		, .	

<u>Order</u>

WHEREAS, this action was commenced by the filing of a Complaint on August 22, 2007; and

WHEREAS, the Court has reviewed such Complaint to ascertain the basis for assertion of subject matter jurisdiction in this court; and

WHEREAS, such Complaint asserts that the Court has jurisdiction based on diversity of citizenship (28 U.S.C. § 1332), but diversity jurisdiction pursuant to 28 U.S.C. § 1332(a)(1) requires a demonstration that the action is between citizens of different states and, where one party is a limited liability company (LLC), the LLC's citizenship is the same as that of each member, Strother v. Harte, 171 F. Supp. 2d 203, 205 (S.D.N.Y. 2001), and with respect to the Defendant Constitution State Services, LLC, the Complaint alleges merely that "CSS is a business enterprise organized under Delaware law with its principal place of business in Connecticut";

WHEREAS, "subject matter jurisdiction is an unwaivable sine qua non for the exercise of federal judicial power," E.R. Squibb & Sons v. Accident & Cas. Ins. Co., 160 F.3d 925, 929 (2d Cir. 1998) (citation omitted), and Rule 12(h)(3) of the Federal Rules of Civil Procedure provides that "[w]henever it appears by suggestion of the parties or otherwise that the court lacks jurisdiction of the subject matter, the court shall dismiss the action;" it is hereby

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ORDERED, that plaintiff shall, no later than September 14, 2007, file and serve a

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VERSION 9/4/07

Supplement to the Complaint containing allegations sufficient to demonstrate a basis for subject matter jurisdiction in this Court or otherwise show cause in writing as to why this case should not be dismissed for lack of subject matter jurisdiction.

CARCALANTA

* ...

Dated: New York, New York September 4, 2007

LAUFA TAYLOR SWAIN
United States District Judge



100 Park Avenue, Suite 1500 New York, NY 10017 Tel 212.878.7900 Fax 212.692.0940 www.foxrothschild.com

W ² 1 - 1-4	FACSIMILE TRAN	SMITTAL SHEET	
TO: Scan Young, Esq.	COMPANY: The Chambers of The H Taylor Swain	FAX NUMBER: Ionorable Laura 212-805-0426	PHONE NUMBER:
Wilbur Knipes, Esq.	Schnader Harrison	215-751-2205	
FROM: John A. Wait	PHONE NUMBER: (212) 878-7907	EMAIL: jwait@foxrothschild.com	BILLING NUMBER
NUMBER OF PAGES:	CHARGE FILE #:	PRIORITY: IMPORTANT	LOG NUMBER:
Ourgent Por revie	W PLEASE COMMENT	PLEASE REPLY DOOR	OUR INFORMATION
NOTES/COMMENTS: Dear Mr. Young:			
Per our conversation this plaintiff to file a Supplem Knipes, the attorney who	nent to the Complaint in civil ose firm will be representing t	espectfully requesting an extension action no. 07-7454. We have continuous formation State ion does not object to this requestion.	nferred with Wilbur Services, LLC.
Per our conversation this plaintiff to file a Supplem Knipes, the attorney who ("Constitution"), and he	s morning, I enclose a letter re nent to the Complaint in civil ose firm will be representing t has confirmed that Constitut	espectfully requesting an extensio action no. 07-7454. We have con he defendant, Constitution State	nferred with Wilbur Services, LLC. t for an extension.

THE INFORMATION CONTAINED IN THIS FACSIMILE MESSAGE IS PRIVILEGED AND CONFIDENTIAL INFORMATION INTENDED ONLY FOR THE USE OF THE INDIVIDUAL OR ENTITY NAMED ABOVE. IF THE READER OF THIS MESSAGE IS NOT THE INTENDED RECIPIENT. YOU ARE HEREBY NOTIFIED THAT ANY DISSEMINATION, DISTRIBUTION OR COPYING OF THIS COMMUNICATION IS STRICTLY PROHIBITED. IF YOU HAVE RECEIVED THIS COMMUNICATION IN ERROR, PLEASE IMMEDIATELY NOTIFY US BY TELEPHONE AND RETURN THE ORIGINAL MESSAGE TO US AT THE ABOVE ADDRESS VIA THE U.S. POSTAL SERVICE. THANK YOU. NY1 54152v1 10/01/07

MARKETING OR RECOMMENDING TO ANOTHER PARTY ANY TAX ADVICE ADDRESSED HEREIN.

OTHER PERSON, FOR THE PURPOSE OF () AVOIDING PENALTIES UNDER THE INTERNAL REVENUE CODE, OR (i) PROMOTING,